

CITY OF FARGO
EMPLOYEES PENSION PLAN
State Investment Board
Balance Sheet
As of 7/31/2008

	As of <u>7-31-08</u>	As of <u>6-30-08</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 11,487,969	\$ 11,600,834
INTERNATIONAL EQUITIES	4,063,054	4,216,304
DOMESTIC FIXED INCOME	8,730,343	8,927,413
INTERNATIONAL FIXED INCOME	1,527,099	1,516,870
REAL ESTATE	1,558,581	1,595,296
ALTERNATIVE INVESTMENTS	1,671,960	1,684,654
INVESTED CASH (NOTE 1)	<u>320,948</u>	<u>122,633</u>
 TOTAL INVESTMENTS	 29,359,954	 29,664,004
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	<u>(14,475)</u>	<u>(6,444)</u>
 TOTAL RECEIVABLES	 (14,475)	 (6,444)
 OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	477,898	477,898
 TOTAL ASSETS	 <u>\$ 29,823,377</u>	 <u>\$ 30,135,458</u>
 LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	477,898	477,898
INVESTMENT EXPENSE PAYABLE	<u>37,732</u>	<u>37,510</u>
 TOTAL LIABILITIES	 515,630	 515,408
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	29,620,050	0
CASH IN DURING YEAR (NOTE 3)	0	31,807,740
CASH OUT DURING YEAR (NOTE 4)	0	350,000
NET INCREASE (DECREASE)	<u>(312,303)</u>	<u>(1,837,690)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>29,307,747</u>	 <u>29,620,050</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 29,823,377</u>	 <u>\$ 30,135,458</u>

**CITY OF FARGO
EMPLOYEES PENSION PLAN
State Investment Board
Profit and Loss Statement
For the Month Ended 7/31/2008**

	Month Ended <u>7-31-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 43,554	\$ 43,554
SECURITIES LENDING INCOME	<u>1,015</u>	<u>1,015</u>
	44,569	44,569
 GAIN ON SALE OF INVESTMENTS	 254,972	 254,972
LOSS ON SALE OF INVESTMENTS	<u>232,211</u>	<u>232,211</u>
 NET GAINS (LOSSES) INVESTMENTS	 22,761	 22,761
 INVESTMENT EXPENSES	 17,120	 17,120
SECURITIES LENDING EXPENSES	707	707
 NET INVESTMENT INCOME	 49,503	 49,503
 NET APPREC (DEPREC) MARKET VALUE	 (361,771)	 (361,771)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(35)</u>	<u>(35)</u>
 TOTAL INVESTMENT INCOME	 <u>(312,303)</u>	 <u>(312,303)</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	0	0
 NET INCREASE (DECREASE)	 <u><u>\$ (312,303)</u></u>	 <u><u>\$ (312,303)</u></u>

CITY OF FARGO
EMPLOYEES PENSION PLAN
Notes To Financial Statements
July 31, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.